

**CITY OF LARNED, KANSAS**

**FINANCIAL STATEMENT**

**For the Year Ended December 31, 2015**

**VONFELDT, BAUER & VONFELDT, CHTD.**

**Certified Public Accountants**

**Larned, Kansas 67550**

CITY OF LARNED, KANSAS

Financial Statement  
Regulatory Basis  
For the Year Ended December 31, 2015

TABLE OF CONTENTS

<u>Item</u>	<u>Page Number</u>
FINANCIAL SECTION	
Auditor's Report on Financial Statement	1-2
Summary Statement of Receipts, Expenditures and Unencumbered Cash	3-6
Notes to the Financial Statement	7-14
REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION	
Schedule 1	
Summary of Expenditures - Actual and Budget	15-16
Schedule 2	
Schedule of Receipts and Expenditures - Actual and Budget	
General Fund	17-19
Special Purpose Funds	20-30
Bond and Interest Fund	31
Capital Project Funds	32-33
Business Funds	34-44
Trust Funds	45-56
SUPPLEMENTARY INFORMATION	
Schedule 3	
Graphical Analysis	57-66

This page intentionally left blank.

# VONFELDT, BAUER & VONFELDT, CHTD.

CERTIFIED PUBLIC ACCOUNTANTS

Telephone: (620) 285-2107

MEMBERS OF AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS AND

818 Broadway

Fax (620) 285-2110

KANSAS SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

P.O. Box 127

Larned, KS 67550

## INDEPENDENT AUDITOR'S REPORT

To the City Council  
City of Larned, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of City of Larned, Kansas, a Municipality, as of and for the year ended December 31, 2015 and the related notes to the financial statement.

### *Management's Responsibility for the Financial Statement*

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the Kansas Municipal Audit and Accounting Guide. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles*

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Larned, Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

#### *Adverse Opinion on U.S. Generally Accepted Accounting Principles*

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Larned, Kansas as of December 31, 2015 or changes in financial position and cash flows thereof for the year then ended.

#### *Unmodified Opinion on Regulatory Basis of Accounting*

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Larned, Kansas as of December 31, 2015, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

#### *Other Matters*

##### *Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget and individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedules 1 and 2 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. The graphical analysis (Schedule 3 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement nor required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

The 2014 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2015 basic financial statement upon which we rendered an unmodified opinion dated June 3, 2016. The 2014 basic financial statement and accompanying report, which was audited by other auditors who expressed an unmodified opinion on the financial statement in their report dated July 31, 2015, are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. Such 2014 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2014 basic financial statement. The 2014 comparative information was subjected to the auditing procedures applied in the audit of the 2014 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2014 basic financial statement or to the 2014 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

VONFELDT, BAUER & VONFELDT, CHTD.  
Certified Public Accountants  
Larned, Kansas

June 3, 2016

CITY OF LARNED, KANSAS  
Summary Statement of Receipts, Expenditures and Unencumbered Cash  
Regulatory Basis  
For the Year Ended December 31, 2015

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances
General Fund:		
General Fund	\$ 299,442.21	\$ 0.00
Special Purpose Funds:		
Airport Fund	322.64	0.00
Industrial Fund	28,759.09	0.00
Library Fund	2,021.00	0.00
Special Highway Fund	393,487.21	0.00
Special Parks and Recreation Fund	1,274.32	0.00
911 Fees Fund	95,139.66	0.00
Tourism and Convention Promotion Fund	8,253.38	0.00
D.A.R.E. Project Fund	11,912.96	0.00
Risk Management Reserve Fund	26,247.09	0.00
Equipment Reserve Fund	468,881.07	0.00
Capital Improvement Fund	436,062.39	0.00
Bond and Interest Fund:		
Bond and Interest Fund	81,050.83	0.00
Capital Projects Funds:		
Improvement Fund-Complex	63,184.77	0.00
Cost of Issuance Fund	26,766.47	0.00
Business Funds:		
Electric Fund	904,631.00	0.00
Electric Reserve Fund	2,380,845.60	0.00
Water Fund	168,845.79	0.00
Water Reserve Fund	239,018.73	173,008.26
Sewer Fund	97,152.17	0.00
Sewer Reserve Fund	301,644.07	0.00
Solid Waste Fund	6,069.28	0.00
Solid Waste Reserve Fund	5,000.00	0.00
Airport Facility Fund	20,836.03	0.00
Airport Facility Reserve Fund	(75,056.79)	0.00
Housing Complex Fund	0.00	0.00
Trust Funds:		
Edwards Park Improvement Fund	10,111.77	0.00
Housing Development Fund	28,227.25	0.00
EMT Memorial Fund	8,664.74	0.00
Schnack Cemetery Fund	30,351.77	0.00
Larned Volunteer Fire Department Fund	6,685.57	0.00
Projects Improvement Fund	2,806.03	0.00
Eggleston Bequest Fund	27,775.59	0.00

The notes to the financial statement are an integral part of this statement.

<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
\$ 3,140,306.85	\$ 3,128,273.05	\$ 311,476.01	\$ 1,092.01	\$ 312,568.02
10,316.38	10,423.18	215.84	0.00	215.84
31,058.76	26,500.00	33,317.85	16,500.00	49,817.85
164,262.99	162,895.48	3,388.51	0.00	3,388.51
108,641.10	42,249.72	459,878.59	0.00	459,878.59
12,150.87	8,738.01	4,687.18	0.00	4,687.18
53,793.54	46,934.96	101,998.24	0.00	101,998.24
29,232.84	29,322.50	8,163.72	0.00	8,163.72
1,055.03	200.00	12,767.99	0.00	12,767.99
1,282.02	9,432.50	18,096.61	0.00	18,096.61
5,363.40	322,421.79	151,822.68	0.00	151,822.68
74,799.56	518,228.80	(7,366.85)	189,721.48	182,354.63
281,052.60	200,607.50	161,495.93	0.00	161,495.93
26,766.47	89,951.24	0.00	0.00	0.00
0.00	26,766.47	0.00	0.00	0.00
4,909,480.18	4,886,976.12	927,135.06	72,040.01	999,175.07
625,957.43	17,852.62	2,988,950.41	0.00	2,988,950.41
934,562.65	888,895.32	214,513.12	3,550.00	218,063.12
129,883.69	331,607.41	210,303.27	0.00	210,303.27
903,473.48	841,155.52	159,470.13	0.00	159,470.13
506,557.16	476,047.56	332,153.67	0.00	332,153.67
219,827.70	222,338.81	3,558.17	0.00	3,558.17
0.00	0.00	5,000.00	0.00	5,000.00
111,734.47	110,410.12	22,160.38	0.00	22,160.38
96,283.00	5,150.00	16,076.21	0.00	16,076.21
82,790.44	56,677.22	26,113.22	24,065.00	50,178.22
24.26	0.00	10,136.03	0.00	10,136.03
67.73	0.00	28,294.98	0.00	28,294.98
3,524.17	2,088.99	10,099.92	0.00	10,099.92
72.82	0.00	30,424.59	0.00	30,424.59
2,814.92	3,266.95	6,233.54	0.00	6,233.54
113.01	0.00	2,919.04	0.00	2,919.04
59.27	3,072.00	24,762.86	0.00	24,762.86

CITY OF LARNED, KANSAS  
Summary Statement of Receipts, Expenditures and Unencumbered Cash  
Regulatory Basis  
For the Year Ended December 31, 2015

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances
Trust Funds (Cont'd.):		
Schnack Trust Fund	25,000.00	0.00
Insurance Proceed Fund	50.19	0.00
Jordaan Park Fund	37,699.28	0.00
City Loan Program Fund	4,115.12	0.00
Pride Committee Fund	0.00	0.00
Total Reporting Entity	<u>\$ 6,173,278.28</u>	<u>\$ 173,008.26</u>
Composition of Cash:		

The notes to the financial statement are an integral part of this statement.



<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
0.00	0.00	25,000.00	0.00	25,000.00
300.00	0.00	350.19	0.00	350.19
5,548.21	12,243.65	31,003.84	0.00	31,003.84
5,429.56	9,528.68	16.00	0.00	16.00
<u>5,446.15</u>	<u>4,591.89</u>	<u>854.26</u>	<u>0.00</u>	<u>854.26</u>
<u>\$ 12,484,032.71</u>	<u>\$ 12,494,848.06</u>	<u>\$ 6,335,471.19</u>	<u>\$ 306,968.50</u>	<u>\$ 6,642,439.69</u>
		Checking Accounts		\$ 451,135.13
		Savings Accounts		3,049,134.13
		Petty Cash		2,800.00
		Certificates of Deposit		<u>3,139,370.43</u>
		Total Reporting Entity		<u>\$ 6,642,439.69</u>

CITY OF LARNED, KANSAS  
NOTES TO FINANCIAL STATEMENT  
December 31, 2015

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

City of Larned, Kansas (City) is a municipal corporation governed by an elected eight-member council. This financial statement presents the City of Larned, Kansas (the municipality) and does not include any of its related municipal entities.

B. REGULATORY BASIS FUND TYPES

General fund - the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose fund - used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest fund - used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Capital project fund - used to account for the debt proceeds and other financial resources to be used for the acquisition or construction of major capital facilities or equipment.

Business fund - funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund, etc.)

Trust fund - funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

C. BASIS OF ACCOUNTING

*Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America.* The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the regulatory basis of accounting.

D. CASH AND INVESTMENTS

Cash balances from all funds are combined and invested to the extent available. Cash and investments consist of a checking account, interest bearing checking account, savings accounts and certificates of deposit. Earnings from these investments are allocated to designated funds. Cash and investments are stated at cost.

#### E. AD VALOREM TAX REVENUE

The determination of assessed valuation and the collection of property taxes for all political subdivisions in the State of Kansas are the responsibility of the various counties. The County Appraiser annually determines assessed valuation and the County Clerk spreads the annual assessment on the tax rolls. One-half of the property taxes are due December 20 and distributed to the City by January 20. The second half is due May 10 and distributed to the City by June 5. The City Treasurer draws available funds from the County Treasurer at designated times throughout the year.

#### F. REIMBURSED EXPENSES

The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis accounting.

#### G. USE OF ESTIMATES

The preparation of the financial statement on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas requires management to make estimates and assumptions that affect the amounts reported in the financial statement and accompanying notes. Actual results may differ from those estimates.

#### Note 2 - BUDGETARY INFORMATION

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. The Housing Complex Fund was amended during the year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

Adjustment for Qualifying Budget Credits: Cities may use this line item for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, reimbursements, gifts and donations and receipts authorized by law to be spent as if they were reimbursed expenses.

## Note 2 - BUDGETARY INFORMATION (Cont'd.)

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the City for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds:

Risk Management Reserve Fund  
Equipment Reserve Fund

Capital Improvement Fund

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

## Note 3 - COMPLIANCE WITH KANSAS STATUTES

Management is aware of no statutory violations for the period covered by the audit.

The Capital Improvement Fund showed a negative ending unencumbered cash balance of \$7,366.85 for the year ending December 31, 2015. K.S.A 10-1116 provides that under certain situations, funds can end the year with a negative unencumbered cash balance and therefore, be exempt from the cash basis law of the State of Kansas. This fund met the criteria under the statutes, and therefore, is not deemed to be in violation of the Kansas cash basis law.

## Note 4 - DEPOSITS

K.S.A. 9-1401 established the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the bank to pledge securities for deposits in excess of FDIC Coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investments of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

*Concentration of credit risk.* State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

*Custodial credit risk - deposits.* Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance, bank guarantee bonds, or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. There were no designated "peak periods" during the year. All deposits were legally secured at December 31, 2015.

At December 31, 2015 the City's carrying amount of deposits was \$6,642,139.69 and the bank balance was \$6,839,303.86. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$1,434,204.87 was covered by federal depository insurance, and \$5,405,098.99 was collateralized with securities held by the pledging financial institution's agents in the City's name.

## Note 5 - LONG TERM DEBT

Changes in long-term liabilities for the City for the year ended December 31, 2015, were as follows:

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>
General obligation bonds: Series 2013	2.25-3.90%	9/15/2013	\$ 2,500,000.00	9/1/2028
KDHE loans:				
KWPCRF Prj. No. 1287-01	2.68%	8/23/2007	6,824,461.94	9/1/2028
KPWSLF Prj. No. 2746	2.42%	1/26/2012	391,004.51	2/1/1933

Total Contractual Indebtedness

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

	<u>12/31/2016</u>	<u>12/31/2017</u>	<u>12/31/2018</u>	<u>12/31/2019</u>
Principal:				
General obligation bonds	\$ 135,000.00	\$ 140,000.00	\$ 145,000.00	\$ 155,000.00
KDHE loans	<u>324,408.45</u>	<u>333,117.95</u>	<u>342,061.38</u>	<u>351,245.03</u>
Total Principal	<u>459,408.45</u>	<u>473,117.95</u>	<u>487,061.38</u>	<u>506,245.03</u>
Interest:				
General obligation bonds	67,357.50	63,982.50	60,482.50	56,857.50
KDHE loans	<u>120,066.63</u>	<u>112,189.94</u>	<u>104,101.66</u>	<u>95,796.06</u>
Total Interest	<u>187,424.13</u>	<u>176,172.44</u>	<u>164,584.16</u>	<u>152,653.56</u>
Total Principal and Interest	<u>\$ 646,832.58</u>	<u>\$ 649,290.39</u>	<u>\$ 651,645.54</u>	<u>\$ 658,898.59</u>

<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions / Payments</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
\$ 2,375,000.00	\$ 0.00	\$ 130,000.00	\$ 2,245,000.00	\$ 70,607.50
5,022,596.02	0.00	300,020.24	4,722,575.78	120,238.59
<u>366,204.99</u>	<u>0.00</u>	<u>15,906.54</u>	<u>350,298.45</u>	<u>7,498.62</u>
<u>\$ 7,763,801.01</u>	<u>\$ 0.00</u>	<u>\$ 445,926.78</u>	<u>\$ 7,317,874.23</u>	<u>\$ 198,344.71</u>

<u>12/31/2020</u>	<u>12/31/2021 - 12/31/2025</u>	<u>12/31/2026 - 12/31/2030</u>	<u>12/31/2031 - 12/31/2035</u>	<u>Total</u>
\$ 160,000.00	\$ 890,000.00	\$ 620,000.00	\$ 0.00	\$ 2,245,000.00
<u>360,675.35</u>	<u>1,953,939.28</u>	<u>1,347,921.73</u>	<u>59,505.06</u>	<u>5,072,874.23</u>
<u>520,675.35</u>	<u>2,843,939.28</u>	<u>1,967,921.73</u>	<u>59,505.06</u>	<u>7,317,874.23</u>
53,370.00	199,860.00	47,325.00	0.00	549,235.00
<u>87,267.33</u>	<u>300,166.62</u>	<u>65,741.92</u>	<u>1,862.44</u>	<u>887,192.60</u>
<u>140,637.33</u>	<u>500,026.62</u>	<u>113,066.92</u>	<u>1,862.44</u>	<u>1,436,427.60</u>
<u>\$ 661,312.68</u>	<u>\$ 3,343,965.90</u>	<u>\$ 2,080,988.65</u>	<u>\$ 61,367.50</u>	<u>\$ 8,754,301.83</u>

## Note 6 - CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with expenditures from inception are as follows:

	Project Authorization	Expenditures To Date
Housing Complex Project	\$ 3,043,000.00	\$ 3,021,425.71

## Note 7 - INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
General	Capital Improvement	K.S.A. 12-1,118	\$ 5,000.00
General	Equipment Reserve	K.S.A. 12-1,117	5,000.00
Electric	General	K.S.A. 12-825d	400,000.00
Electric	Bond & Interest	K.S.A. 12-825d	200,000.00
Electric	Electric Reserve	K.S.A. 12-825d	620,000.00
Water	General	K.S.A. 12-825d	20,000.00
Water	Bond & Interest	K.S.A. 12-825d	75,000.00
Water	Water Reserve	K.S.A. 12-825d	129,500.00
Sewer	General	K.S.A. 12-825d	20,000.00
Sewer	Sewer Reserve	K.S.A. 12-825d	441,000.00
Improvement Fund-Complex	Bond and Interest	Bond Issuance	5,590.76
Cost of Issuance	Improvement Fund-Complex	Bond Issuance	26,766.47

## Note 8 - OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

*Other Post Employment Benefits*. As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. The retiree pays \$600.00 of a family policy and \$300.00 of a single policy and the City is responsible for the balance. During the year ended December 31, 2015, the City paid \$7,482.62 in premiums for the retirees.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage.

*Compensated Absences*. Regular full-time employees are eligible for paid vacation leave. Part-time or temporary employees are not eligible for paid vacation leave. Eligible employees will receive vacation credit annually as follows:

<u>Years of Continuous Full-Time Employment</u>	<u>Vacation Hours Accrued per Year</u>	<u>Maximum Accrual (Hours)</u>
1-4 Years	80 Hours	160 Hours
5-9 Years	120 Hours	240 Hours
10-14 Years	160 Hours	320 Hours
15+ Years	200 Hours	400 Hours

No accumulated vacation leave may be taken by an employee until they have been in service of the City continually for a period of three months. Upon separation of employment, employees will be compensated for unused vacation leave. The potential liability for unused vacation leave as of December 31, 2015 and 2014 is \$190,329.85 and \$197,972.79, respectively, which is a net change of (\$7,642.94).

#### Note 8 - OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (Cont'd.)

Regular full-time employees are eligible for paid sick leave. Eligible employees will receive sick leave annually as follows. Full-time eligible employees will accrue sick leave at the rate of four hours per pay period. Sick leave can be used for illness or time off to care for members of their immediate family. During the three month introductory period of employment, eligible employees will accrue but not yet be eligible to utilize sick leave. Employees may accumulate a maximum of 1,000 hours of sick leave. Any accumulation in excess of 1,000 hours will be forfeited and accrual will cease until such time that the accumulation level drops below 1,000 hours. Employees will not be paid for unused sick leave except where an employee voluntarily retires from employment with the City in good standing. Eligible employees may be entitled to a percentage of the employee's unused sick leave above 400 hours and less than 1,000, up to a maximum of 480 hours. The potential liability for unused sick leave as of December 31, 2015 and 2014 is \$12,318.58 and \$3,996.91, respectively, which is a net change of \$8,321.67.

#### Note 9 - DEFINED BENEFIT PENSION PLAN

*Plan description.* The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at [www.kpers.org](http://www.kpers.org) or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

*Contributions.* K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 0.85% contribution rate for Death and Disability Program) and the statutory contribution rate was 9.48% for the fiscal year ended December 31, 2015. Contributions to the pension plan from the City were \$244,261.60 for the year ended December 31, 2015.

*Net Pension Liability.* At December 31, 2015 the City's proportionate share of the collective net pension liability reported by KPERS was \$1,974,937. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2014, which was rolled forward to June 30, 2015. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at [www.kpers.org](http://www.kpers.org) or can be obtained as described above.



#### Note 10 - RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has been unable to obtain workers compensation insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other cities in the State to participate in the Kansas Municipal Insurance Trust, a public entity risk pool currently operating as a common risk management and insurance program for participating members.

The City pays an annual premium to the Kansas Municipal Insurance Trust for its workers compensation insurance coverage. The agreement to participate provides that the Kansas Municipal Trust will be self-sustaining through member premiums and will reinsure through commercial companies for excess claims for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by Kansas Municipal Insurance Trust's management.

The City continues to carry commercial insurance for all other risks of loss, including equipment, property and building coverage. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

#### Note 11 - CONTINGENCIES

During the ordinary course of its operations the City is a party to potential claims, legal actions and complaints. It is the opinion of the City's management and legal counsel that these matters are not anticipated to have a material effect on the City's financial statement.

#### Note 12 - OPERATING LEASES

On January 5, 2015, the City entered into a lease agreement with First Bank of Sterling for a 2015 Bobcat E35-M Compact Excavator. The lease agreement is for one year with an annual rental payment of \$4,000.00 due at the beginning of the lease and an option to purchase at the end of the lease term for \$42,671.00. The City did not exercise this option but instead entered into a new one year lease agreement with First Bank of Sterling on January 4, 2016 for a 2015 Bobcat E45-M Compact Excavator. The annual rental payment of \$4,000.00 under the lease agreement was made December 31, 2014.

#### Note 13 - RELATED PARTY TRANSACTIONS

The City purchased equipment and repairs from Straub International, a company for which a Council member is one of the owners. The amount paid during the year was \$3,513.33.

The City purchased parts and supplies from Straub International (Productivity Plus Account), a company for which a Council member is one of the owners. The amount paid during the was \$2,087.34.

#### Note 14 - SUBSEQUENT EVENTS

The City has evaluated events subsequent to year end through June 3, 2016, and does not believe any events have occurred which affect the financial statement as presented.

**REGULATORY-REQUIRED  
SUPPLEMENTARY INFORMATION**

CITY OF LARNED, KANSAS  
Summary of Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015

Funds	Certified Budget	Adjustment for Qualifying Budget Credits
General Fund:		
General Fund	\$ 3,618,542.00	\$ 0.00
Special Purpose Funds:		
Airport Fund	11,620.00	0.00
Industrial Fund	46,870.00	0.00
Library Fund	171,000.00	0.00
Special Highway Fund	378,000.00	0.00
Special Parks and Recreation Fund	13,700.00	0.00
911 Fees Fund	150,000.00	0.00
Tourism and Convention Promotion Fund	48,000.00	0.00
D.A.R.E. Project Fund	12,000.00	0.00
Bond and Interest Funds:		
Bond and Interest Fund	250,633.00	0.00
Business Funds:		
Electric Fund	4,938,000.00	0.00
Water Fund	971,000.00	0.00
Sewer Fund	842,000.00	0.00
Solid Waste Fund	259,000.00	0.00
Airport Facility Fund	145,000.00	0.00
Housing Complex Fund	90,000.00	0.00

<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance - Over (Under)</u>
\$ 3,618,542.00	\$ 3,128,273.05	\$ (490,268.95)
11,620.00	10,423.18	(1,196.82)
46,870.00	26,500.00	(20,370.00)
171,000.00	162,895.48	(8,104.52)
378,000.00	42,249.72	(335,750.28)
13,700.00	8,738.01	(4,961.99)
150,000.00	46,934.96	(103,065.04)
48,000.00	29,322.50	(18,677.50)
12,000.00	200.00	(11,800.00)
250,633.00	200,607.50	(50,025.50)
4,938,000.00	4,886,976.12	(51,023.88)
971,000.00	888,895.32	(82,104.68)
842,000.00	841,155.52	(844.48)
259,000.00	222,338.81	(36,661.19)
145,000.00	110,410.12	(34,589.88)
90,000.00	56,677.22	(33,322.78)

CITY OF LARNED, KANSAS  
GENERAL FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Receipts:				
Ad Valorem Property Tax	\$ 833,657.52	\$ 860,674.21	\$ 908,409.00	\$ (47,734.79)
Delinquent Tax	30,335.00	21,193.08	20,000.00	1,193.08
Motor Vehicle / 16-20M Tax	183,754.15	174,478.19	169,856.00	4,622.19
Recreational Vehicle Tax	1,605.99	1,897.87	1,553.00	344.87
Sales Tax	565,207.55	544,077.20	570,000.00	(25,922.80)
Franchise Tax	172,366.38	154,922.17	180,000.00	(25,077.83)
Highway Connecting Links	27,390.00	27,390.00	27,500.00	(110.00)
Alcoholic Liquor Tax	5,108.20	4,839.66	5,500.00	(660.34)
Pilot	1,635.00	3,270.00	10,000.00	(6,730.00)
Licenses and Permits	22,831.33	22,567.10	15,000.00	7,567.10
Zoning Fees	1,275.00	525.00	500.00	25.00
Municipal Court Fees	33,442.34	30,857.30	19,500.00	11,357.30
Ambulance Fees and Subsidy	447,790.45	490,454.13	600,000.00	(109,545.87)
Cemetery Lots	29,430.00	22,947.88	23,000.00	(52.12)
Fire Services	47,088.00	61,054.00	40,444.00	20,610.00
Maps, Copies, etc.	532.65	647.04	700.00	(52.96)
Police Services	115,753.79	107,482.06	125,000.00	(17,517.94)
Community Center Receipts	0.00	41.80	300.00	(258.20)
USD 495 Payment	23,690.00	23,690.00	23,690.00	0.00
Weed Cutting	2,876.15	3,680.00	3,000.00	680.00
Swimming Pool Receipts	8,733.77	8,706.74	15,000.00	(6,293.26)
Animal Shelter Fees	3,040.00	4,205.00	2,500.00	1,705.00
Rents	13,732.10	9,255.90	12,000.00	(2,744.10)
Reimbursements	11,618.86	105,595.89	25,000.00	80,595.89
Federal Aid	5,550.00	2,455.20	0.00	2,455.20
State Aid	0.00	603.94	0.00	603.94
Employee Medical Reimbursement	3,600.00	6,457.53	3,600.00	2,857.53
Donations	1,320.00	1,290.00	500.00	790.00
Sale of Assets	413.45	3,922.90	1,000.00	2,922.90
Interest on Idle Funds	15,953.72	848.02	12,000.00	(11,151.98)
Miscellaneous	2,125.32	277.04	2,000.00	(1,722.96)
Operating Transfers:				
From Electric	400,000.00	400,000.00	400,000.00	0.00
From Water	20,000.00	20,000.00	20,000.00	0.00
From Sewer	0.00	20,000.00	20,000.00	0.00
Total Receipts	<u>3,031,856.72</u>	<u>3,140,306.85</u>	<u>\$ 3,257,552.00</u>	<u>\$ (117,245.15)</u>

CITY OF LARNED, KANSAS  
GENERAL FUND (Cont'd.)  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures				
Emergency Medical Services:				
Personal Services	547,722.55	557,317.82	599,000.00	(41,682.18)
Contractual Services	49,045.37	58,612.76	75,000.00	(16,387.24)
Commodities	56,707.67	57,751.34	55,000.00	2,751.34
Capital Outlay	2,414.17	12,662.80	2,000.00	10,662.80
Cemetery:				
Personal Services	55,521.75	74,719.10	95,650.00	(20,930.90)
Contractual Services	4,532.26	9,214.44	8,750.00	464.44
Commodities	15,841.65	15,558.71	20,000.00	(4,441.29)
Capital Outlay	399.99	0.00	8,000.00	(8,000.00)
Fire Department:				
Personal Services	33,548.91	24,016.72	39,000.00	(14,983.28)
Contractual Services	16,166.82	20,163.43	20,000.00	163.43
Commodities	17,243.92	18,019.54	28,000.00	(9,980.46)
Capital Outlay	15,063.79	10,538.17	12,500.00	(1,961.83)
Administration:				
Personal Services	98,424.62	171,884.45	155,000.00	16,884.45
Contractual Services	88,460.27	108,764.24	59,000.00	49,764.24
Commodities	23,322.66	20,562.56	18,000.00	2,562.56
Capital Outlay	9,998.88	10,381.62	24,500.00	(14,118.38)
Parks:				
Personal Services	109,753.87	119,918.84	98,000.00	21,918.84
Contractual Services	39,513.08	32,441.82	26,700.00	5,741.82
Commodities	32,040.42	55,852.61	53,600.00	2,252.61
Capital Outlay	1,763.80	3,460.68	8,000.00	(4,539.32)
Dispatch:				
Personal Services	245,387.35	230,026.24	300,000.00	(69,973.76)
Contractual Services	5,334.77	9,846.18	8,500.00	1,346.18
Commodities	3,980.75	3,960.47	7,000.00	(3,039.53)
Capital Outlay	440.00	449.98	40,000.00	(39,550.02)
Police Department:				
Personal Services	553,520.20	603,457.88	660,000.00	(56,542.12)
Contractual Services	31,690.95	33,554.25	41,000.00	(7,445.75)
Commodities	56,780.67	57,710.13	74,000.00	(16,289.87)
Capital Outlay	45,353.98	9,628.24	39,000.00	(29,371.76)
Public Buildings:				
Personal Services	39,280.51	41,257.04	38,000.00	3,257.04
Contractual Services	67,730.03	89,882.45	66,000.00	23,882.45
Commodities	5,675.83	18,908.33	9,000.00	9,908.33
Capital Outlay	0.00	10,050.00	20,000.00	(9,950.00)

CITY OF LARNED, KANSAS  
GENERAL FUND (Cont'd.)  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Expenditures (Cont'd.)				
Street Department:				
Personal Services	270,747.92	280,913.25	335,000.00	(54,086.75)
Contractual Services	32,185.20	31,685.59	33,000.00	(1,314.41)
Commodities	169,682.28	122,019.07	169,500.00	(47,480.93)
Capital Outlay	6,300.55	518.68	43,000.00	(42,481.32)
Street Lighting:				
Contractual Services	540.00	781.92	600.00	181.92
Commodities	905.00	295.88	1,000.00	(704.12)
Swimming Pool:				
Personal Services	55,438.05	58,673.94	56,000.00	2,673.94
Contractual Services	9,865.50	8,937.89	13,000.00	(4,062.11)
Commodities	19,544.02	25,362.46	21,150.00	4,212.46
Capital Outlay	150.00	0.00	9,000.00	(9,000.00)
Municipal Court:				
Personal Services	14,779.22	19,669.83	18,000.00	1,669.83
Contractual Services	11,233.90	8,237.29	5,000.00	3,237.29
Commodities	574.85	681.75	500.00	181.75
Capital Outlay	2,843.69	0.00	300.00	(300.00)
Building Inspection:				
Contractual Services	11,206.83	8,351.21	5,000.00	3,351.21
Commodities	4,714.73	5,235.82	7,000.00	(1,764.18)
Capital Outlay	0.00	0.00	3,000.00	(3,000.00)
Non Operating:				
Capital Outlay	0.00	0.00	180,292.00	(180,292.00)
Airport Appropriation	0.00	56,335.63	0.00	56,335.63
Operating Transfers:				0.00
To Equipment Reserve	65,000.00	5,000.00	5,000.00	0.00
To Capital Improvement	220,900.00	5,000.00	5,000.00	0.00
Total Expenditures	<u>3,169,273.23</u>	<u>3,128,273.05</u>	<u>\$ 3,618,542.00</u>	<u>\$ (490,268.95)</u>
Receipts Over (Under) Expenditures	(137,416.51)	12,033.80		
Unencumbered Cash, Beginning	291,216.00	299,442.21		
Prior Year Cancelled Encumbrances	<u>145,642.72</u>	<u>0.00</u>		
Unencumbered Cash, Ending	<u>\$ 299,442.21</u>	<u>\$ 311,476.01</u>		

CITY OF LARNED, KANSAS  
 AIRPORT FUND  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2015  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Receipts:				
Ad Valorem Property Tax	\$ 8,218.65	\$ 8,397.29	\$ 8,855.00	\$ (457.71)
Delinquent Tax	285.67	205.11	225.00	(19.89)
Motor Vehicle / 16-20M Tax	1,723.91	1,695.43	1,672.00	23.43
Recreational Vehicle Tax	15.03	18.55	15.00	3.55
Total Receipts	<u>10,243.26</u>	<u>10,316.38</u>	<u>\$ 10,767.00</u>	<u>\$ (450.62)</u>
Expenditures				
Appropriation	<u>10,635.00</u>	<u>10,423.18</u>	<u>11,620.00</u>	<u>(1,196.82)</u>
Total Expenditures	<u>10,635.00</u>	<u>10,423.18</u>	<u>\$ 11,620.00</u>	<u>\$ (1,196.82)</u>
Receipts Over (Under) Expenditures	(391.74)	(106.80)		
Unencumbered Cash, Beginning	<u>714.38</u>	<u>322.64</u>		
Unencumbered Cash, Ending	<u>\$ 322.64</u>	<u>\$ 215.84</u>		



CITY OF LARNED, KANSAS  
INDUSTRIAL FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Receipts:				
Ad Valorem Property Tax	\$ 24,443.32	\$ 25,144.82	\$ 26,536.00	\$ (1,391.18)
Delinquent Tax	891.52	619.92	300.00	319.92
Motor Vehicle / 16-20M Tax	5,365.34	5,119.11	4,980.00	139.11
Recreational Vehicle Tax	47.03	55.67	46.00	9.67
Interest on Idle Funds	6.10	119.24	0.00	119.24
Total Receipts	<u>30,753.31</u>	<u>31,058.76</u>	<u>\$ 31,862.00</u>	<u>\$ (803.24)</u>
Expenditures				
Contractual Services	<u>26,500.00</u>	<u>26,500.00</u>	<u>46,870.00</u>	<u>(20,370.00)</u>
Total Expenditures	<u>26,500.00</u>	<u>26,500.00</u>	<u>\$ 46,870.00</u>	<u>\$ (20,370.00)</u>
Receipts Over (Under) Expenditures	4,253.31	4,558.76		
Unencumbered Cash, Beginning	<u>24,505.78</u>	<u>28,759.09</u>		
Unencumbered Cash, Ending	<u>\$ 28,759.09</u>	<u>\$ 33,317.85</u>		

CITY OF LARNED, KANSAS  
LIBRARY FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Receipts:				
Ad Valorem Property Tax	\$ 128,276.06	\$ 134,102.86	\$ 141,551.00	\$ (7,448.14)
Delinquent Tax	4,559.14	3,235.72	1,000.00	2,235.72
Motor Vehicle / 16-20M Tax	27,564.39	26,625.80	26,135.00	490.80
Recreational Vehicle Tax	240.31	290.50	239.00	51.50
Interest on Idle Funds	12.20	8.11	0.00	8.11
Total Receipts	<u>160,652.10</u>	<u>164,262.99</u>	<u>\$ 168,925.00</u>	<u>\$ (4,662.01)</u>
Expenditures				
Appropriation	<u>158,667.00</u>	<u>162,895.48</u>	<u>171,000.00</u>	<u>(8,104.52)</u>
Total Expenditures	<u>158,667.00</u>	<u>162,895.48</u>	<u>\$ 171,000.00</u>	<u>\$ (8,104.52)</u>
Receipts Over (Under) Expenditures	1,985.10	1,367.51		
Unencumbered Cash, Beginning	<u>35.90</u>	<u>2,021.00</u>		
Unencumbered Cash, Ending	<u>\$ 2,021.00</u>	<u>\$ 3,388.51</u>		

CITY OF LARNED, KANSAS  
SPECIAL HIGHWAY FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Receipts:				
Highway Gas Tax	\$ 104,437.84	\$ 105,974.88	\$ 103,460.00	\$ 2,514.88
Special Assessments	3,496.18	1,565.48	1,000.00	565.48
Interest on Idle Funds	48.76	1,100.74	0.00	1,100.74
Total Receipts	<u>107,982.78</u>	<u>108,641.10</u>	<u>\$ 104,460.00</u>	<u>\$ 4,181.10</u>
Expenditures				
Commodities	0.00	0.00	50,000.00	(50,000.00)
Capital Outlay	<u>0.00</u>	<u>42,249.72</u>	<u>328,000.00</u>	<u>(285,750.28)</u>
Total Expenditures	<u>0.00</u>	<u>42,249.72</u>	<u>\$ 378,000.00</u>	<u>\$ (335,750.28)</u>
Receipts Over (Under) Expenditures	107,982.78	66,391.38		
Unencumbered Cash, Beginning	<u>285,504.43</u>	<u>393,487.21</u>		
Unencumbered Cash, Ending	<u>\$ 393,487.21</u>	<u>\$ 459,878.59</u>		

CITY OF LARNED, KANSAS  
SPECIAL PARKS AND RECREATION FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Receipts:				
Alcoholic Liquor Tax	\$ 5,108.19	\$ 4,839.65	\$ 5,818.00	\$ (978.35)
Reimbursements	7,000.00	7,300.00	7,000.00	300.00
Interest on Idle Funds	<u>12.20</u>	<u>11.22</u>	<u>0.00</u>	<u>11.22</u>
Total Receipts	<u>12,120.39</u>	<u>12,150.87</u>	<u>\$ 12,818.00</u>	<u>\$ (667.13)</u>
Expenditures				
Contractual Services	821.50	1,438.01	1,700.00	(261.99)
Commodities	7,000.00	7,300.00	7,000.00	300.00
Appropriation	<u>5,000.00</u>	<u>0.00</u>	<u>5,000.00</u>	<u>(5,000.00)</u>
Total Expenditures	<u>12,821.50</u>	<u>8,738.01</u>	<u>\$ 13,700.00</u>	<u>\$ (4,961.99)</u>
Receipts Over (Under) Expenditures	(701.11)	3,412.86		
Unencumbered Cash, Beginning	<u>1,975.43</u>	<u>1,274.32</u>		
Unencumbered Cash, Ending	<u>\$ 1,274.32</u>	<u>\$ 4,687.18</u>		

CITY OF LARNED, KANSAS  
 911 FEES FUND  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2015  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Receipts:				
911 Fees	\$ 46,746.33	\$ 53,449.40	\$ 49,000.00	\$ 4,449.40
Interest on Idle Funds	24.39	244.14	0.00	244.14
Miscellaneous	0.00	100.00	0.00	100.00
Total Receipts	<u>46,770.72</u>	<u>53,793.54</u>	<u>\$ 49,000.00</u>	<u>\$ 4,793.54</u>
Expenditures				
Contractual Services	22,691.59	39,570.58	30,000.00	9,570.58
Commodities	0.00	364.38	5,000.00	(4,635.62)
Capital Outlay	38,309.42	7,000.00	115,000.00	(108,000.00)
Total Expenditures	<u>61,001.01</u>	<u>46,934.96</u>	<u>\$ 150,000.00</u>	<u>\$ (103,065.04)</u>
Receipts Over (Under) Expenditures	(14,230.29)	6,858.58		
Unencumbered Cash, Beginning	<u>109,369.95</u>	<u>95,139.66</u>		
Unencumbered Cash, Ending	<u>\$ 95,139.66</u>	<u>\$ 101,998.24</u>		

CITY OF LARNED, KANSAS  
 TOURISM AND CONVENTION PROMOTION FUND  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis

For the Year Ended December 31, 2015

(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Receipts:				
Transient Gas Tax	\$ 25,858.94	\$ 27,867.80	\$ 35,000.00	\$ (7,132.20)
Reimbursements	1,370.00	1,345.50	2,300.00	(954.50)
Interest on Idle Funds	12.20	19.54	0.00	19.54
Total Receipts	<u>27,241.14</u>	<u>29,232.84</u>	<u>\$ 37,300.00</u>	<u>\$ (8,067.16)</u>
Expenditures				
Contractual Services	29,555.78	28,214.15	45,000.00	(16,785.85)
Commodities	<u>1,084.50</u>	<u>1,108.35</u>	<u>3,000.00</u>	<u>(1,891.65)</u>
Total Expenditures	<u>30,640.28</u>	<u>29,322.50</u>	<u>\$ 48,000.00</u>	<u>\$ (18,677.50)</u>
Receipts Over (Under) Expenditures	(3,399.14)	(89.66)		
Unencumbered Cash, Beginning	<u>11,652.52</u>	<u>8,253.38</u>		
Unencumbered Cash, Ending	<u>\$ 8,253.38</u>	<u>\$ 8,163.72</u>		

CITY OF LARNED, KANSAS  
D.A.R.E. PROJECT FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Administrative	\$ 6.10	\$ 1,024.47	\$ 600.00	\$ 424.47
Interest on Idle Funds	<u>1,070.08</u>	<u>30.56</u>	<u>0.00</u>	<u>30.56</u>
Total Receipts	<u>1,076.18</u>	<u>1,055.03</u>	<u>\$ 600.00</u>	<u>\$ 455.03</u>
Expenditures				
Personal Services	0.00	0.00	2,000.00	(2,000.00)
Contractual Services	0.00	200.00	3,000.00	(2,800.00)
Commodities	0.00	0.00	2,000.00	(2,000.00)
Capital Outlay	<u>0.00</u>	<u>0.00</u>	<u>5,000.00</u>	<u>(5,000.00)</u>
Total Expenditures	<u>0.00</u>	<u>200.00</u>	<u>\$ 12,000.00</u>	<u>\$ (11,800.00)</u>
Receipts Over (Under) Expenditures	1,076.18	855.03		
Unencumbered Cash, Beginning	<u>10,836.78</u>	<u>11,912.96</u>		
Unencumbered Cash, Ending	<u>\$ 11,912.96</u>	<u>\$ 12,767.99</u>		

CITY OF LARNED, KANSAS  
RISK MANAGEMENT RESERVE FUND  
Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Administrative	\$ 13,829.36	\$ 0.00
Reimbursements	3,503.97	1,238.70
Interest on Idle Funds	<u>12.20</u>	<u>43.32</u>
Total Receipts	<u>17,345.53</u>	<u>1,282.02</u>
Expenditures		
Contractual Services	7,541.50	9,432.50
Commodities	<u>450.00</u>	<u>0.00</u>
Total Expenditures	<u>7,991.50</u>	<u>9,432.50</u>
Receipts Over (Under) Expenditures	9,354.03	(8,150.48)
Unencumbered Cash, Beginning	<u>16,893.06</u>	<u>26,247.09</u>
Unencumbered Cash, Ending	<u>\$ 26,247.09</u>	<u>\$ 18,096.61</u>



CITY OF LARNED, KANSAS  
EQUIPMENT RESERVE FUND  
Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Interest on Idle Funds	\$ 24.39	\$ 363.40
Operating Transfers:		
From General	<u>65,000.00</u>	<u>5,000.00</u>
Total Receipts	<u>65,024.39</u>	<u>5,363.40</u>
Expenditures		
Capital Outlay	<u>10,781.00</u>	<u>322,421.79</u>
Total Expenditures	<u>10,781.00</u>	<u>322,421.79</u>
Receipts Over (Under) Expenditures	54,243.39	(317,058.39)
Unencumbered Cash, Beginning	<u>414,637.68</u>	<u>468,881.07</u>
Unencumbered Cash, Ending	<u>\$ 468,881.07</u>	<u>\$ 151,822.68</u>

CITY OF LARNED, KANSAS  
 CAPITAL IMPROVEMENT FUND  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2015  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Reimbursements	\$ 215,530.00	\$ 11,455.39
Rents & Royalties	770.00	472.50
State Aid	30,000.00	57,435.20
Interest on Idle Funds	30.49	436.47
Operating Transfers: From General	<u>220,900.00</u>	<u>5,000.00</u>
Total Receipts	<u>467,230.49</u>	<u>74,799.56</u>
Expenditures		
Contractual Services	0.00	174,081.75
Commodities	5,708.00	5,807.40
Capital Outlay	<u>332,186.41</u>	<u>338,339.65</u>
Total Expenditures	<u>337,894.41</u>	<u>518,228.80</u>
Receipts Over (Under) Expenditures	129,336.08	(443,429.24)
Unencumbered Cash, Beginning	<u>306,726.31</u>	<u>436,062.39</u>
Unencumbered Cash, Ending (See Note 3)	<u>\$ 436,062.39</u>	<u>\$ (7,366.85)</u>

CITY OF LARNED, KANSAS  
 BOND AND INTEREST FUND  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2015  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Receipts:				
Ad Valorem Property Tax	\$ 74.09	\$ 0.00	\$ 0.00	\$ 0.00
Delinquent Tax	240.55	75.29	0.00	75.29
Motor Vehicle / 16-20M Tax	1,368.61	0.00	0.00	0.00
Recreational Vehicle Tax	6.88	0.00	0.00	0.00
Interest on Idle Funds	24.39	386.55	0.00	386.55
Operating Transfers:				
From Electric	200,000.00	200,000.00	200,000.00	0.00
From Water	75,000.00	75,000.00	75,000.00	0.00
From Improvement Fund- Complex	0.00	5,590.76	0.00	5,590.76
Total Receipts	<u>276,714.52</u>	<u>281,052.60</u>	<u>\$ 275,000.00</u>	<u>\$ 6,052.60</u>
Expenditures				
Bond Principal	125,000.00	130,000.00	130,000.00	0.00
Bond Interest	70,865.13	70,607.50	70,608.00	(0.50)
Bond Fees	0.00	0.00	25.00	(25.00)
Cash Basis Reserve	0.00	0.00	50,000.00	(50,000.00)
Total Expenditures	<u>195,865.13</u>	<u>200,607.50</u>	<u>\$ 250,633.00</u>	<u>\$ (50,025.50)</u>
Receipts Over (Under) Expenditures	80,849.39	80,445.10		
Unencumbered Cash, Beginning	<u>201.44</u>	<u>81,050.83</u>		
Unencumbered Cash, Ending	<u>\$ 81,050.83</u>	<u>\$ 161,495.93</u>		

CITY OF LARNED, KANSAS  
 IMPROVEMENT FUND-COMPLEX  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2015  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Administrative	\$ 400,000.00	\$ 0.00
Reimbursements	15,848.75	0.00
Operating Transfers:		
From Cost of Issuance	<u>0.00</u>	<u>26,766.47</u>
Total Receipts	<u>415,848.75</u>	<u>26,766.47</u>
Expenditures		
Contractual Services	688.00	662.98
Engineering Services	36,785.87	82,000.00
Construction Cost	91,934.38	1,697.50
Operating Transfers:		
To Bond and Interest	<u>0.00</u>	<u>5,590.76</u>
Total Expenditures	<u>129,408.25</u>	<u>89,951.24</u>
Receipts Over (Under) Expenditures	286,440.50	(63,184.77)
Unencumbered Cash, Beginning	<u>(223,255.73)</u>	<u>63,184.77</u>
Unencumbered Cash, Ending	<u><u>\$ 63,184.77</u></u>	<u><u>\$ 0.00</u></u>

CITY OF LARNED, KANSAS  
 COST OF ISSUANCE FUND  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2015  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
None	\$ 0.00	\$ 0.00
Total Receipts	<u>0.00</u>	<u>0.00</u>
Expenditures		
Contractual Services	15,848.75	0.00
Operating Transfers:		
To Improvement Fund-Complex	<u>0.00</u>	<u>26,766.47</u>
Total Expenditures	<u>15,848.75</u>	<u>26,766.47</u>
Receipts Over (Under) Expenditures	(15,848.75)	(26,766.47)
Unencumbered Cash, Beginning	<u>42,615.22</u>	<u>26,766.47</u>
Unencumbered Cash, Ending	<u>\$ 26,766.47</u>	<u>\$ 0.00</u>

CITY OF LARNED, KANSAS  
ELECTRIC FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
<b>Receipts</b>				
Utility Revenue	\$ 3,805,767.98	\$ 3,912,782.23	\$ 3,560,800.00	\$ 351,982.23
Fuel Cost Adjustment	985,786.61	819,364.31	745,000.00	74,364.31
Sales Tax Collected	150,775.26	154,819.76	142,000.00	12,819.76
Meter Checks	555.00	60.00	400.00	(340.00)
Meter Deposits	11,689.08	10,734.28	25,000.00	(14,265.72)
Sale of Assets	0.00	915.00	2,000.00	(1,085.00)
Reimbursements	14,062.91	7,216.25	1,000.00	6,216.25
Interest on Idle Funds	487.67	3,588.35	0.00	3,588.35
<b>Total Receipts</b>	<u>4,969,124.51</u>	<u>4,909,480.18</u>	<u>\$ 4,476,200.00</u>	<u>\$ 433,280.18</u>
<b>Expenditures</b>				
Commercial and General:				
Personal Services	192,993.98	228,615.68	195,000.00	33,615.68
Contractual Services	266,975.19	211,127.12	222,000.00	(10,872.88)
Commodities	16,598.34	20,089.78	18,000.00	2,089.78
Capital Outlay	0.00	4,434.96	10,000.00	(5,565.04)
Production:				
Personal Services	407,054.35	440,819.57	439,000.00	1,819.57
Contractual Services	2,532,177.89	2,150,028.75	2,500,000.00	(349,971.25)
Commodities	76,142.28	50,343.11	175,000.00	(124,656.89)
Capital Outlay	5,389.96	5,096.68	20,000.00	(14,903.32)
Transmission and Distribution:				
Personal Services	334,188.85	345,807.18	340,000.00	5,807.18
Contractual Services	65,162.52	47,373.80	50,000.00	(2,626.20)
Commodities	125,908.92	102,684.56	145,000.00	(42,315.44)
Capital Outlay	26,288.46	36,218.09	90,000.00	(53,781.91)
Non Operating:				
Meter Deposits	12,263.86	24,336.84	14,000.00	10,336.84
Operating Transfers:				0.00
To General	400,000.00	400,000.00	400,000.00	0.00
To Bond and Interest	200,000.00	200,000.00	200,000.00	0.00
To Electric Reserve	217,400.00	620,000.00	120,000.00	500,000.00
<b>Total Expenditures</b>	<u>4,878,544.60</u>	<u>4,886,976.12</u>	<u>\$ 4,938,000.00</u>	<u>\$ (51,023.88)</u>
Receipts Over (Under) Expenditures	90,579.91	22,504.06		
Unencumbered Cash, Beginning	812,249.10	904,631.00		
Prior Year Cancelled Encumbrances	1,801.99	0.00		
Unencumbered Cash, Ending	<u>\$ 904,631.00</u>	<u>\$ 927,135.06</u>		

CITY OF LARNED, KANSAS  
ELECTRIC RESERVE FUND  
Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Interest on Idle Funds	\$ 975.34	\$ 5,957.43
Operating Transfers:		
From Electric	<u>217,400.00</u>	<u>620,000.00</u>
Total Receipts	<u>218,375.34</u>	<u>625,957.43</u>
Expenditures		
Contractual Services	<u>20,213.04</u>	<u>17,852.62</u>
Total Expenditures	<u>20,213.04</u>	<u>17,852.62</u>
Receipts Over (Under) Expenditures	198,162.30	608,104.81
Unencumbered Cash, Beginning	<u>2,182,683.30</u>	<u>2,380,845.60</u>
Unencumbered Cash, Ending	<u>\$ 2,380,845.60</u>	<u>\$ 2,988,950.41</u>

CITY OF LARNED, KANSAS  
WATER FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Utility Revenue	\$ 701,107.19	\$ 872,908.42	\$ 729,000.00	\$ 143,908.42
Sales Tax Collected	9,023.92	11,336.93	9,000.00	2,336.93
State Water Tax Fee	7,647.86	7,707.78	9,000.00	(1,292.22)
Meter Deposits	4,250.67	3,979.72	3,000.00	979.72
Sale of Assets	516.53	0.00	500.00	(500.00)
Reimbursements	2,442.86	6,563.82	5,000.00	1,563.82
Interest on Idle Funds	48.76	641.62	0.00	641.62
Miscellaneous	16,403.57	31,424.36	15,300.00	16,124.36
Total Receipts	<u>741,441.36</u>	<u>934,562.65</u>	<u>\$ 770,800.00</u>	<u>\$ 163,762.65</u>
Expenditures				
Commercial and General:				
Personal Services	156,553.14	185,193.23	165,000.00	20,193.23
Contractual Services	33,172.15	36,917.91	45,000.00	(8,082.09)
Commodities	4,651.87	16,363.45	10,000.00	6,363.45
Capital Outlay	0.00	3,944.00	1,500.00	2,444.00
Production:				
Contractual Services	58,371.61	58,891.36	66,000.00	(7,108.64)
Commodities	5,675.56	7,830.47	10,000.00	(2,169.53)
Capital Outlay	6,284.73	11,212.29	40,000.00	(28,787.71)
Transmission and Distribution:				
Personal Services	234,124.58	218,951.81	342,000.00	(123,048.19)
Contractual Services	25,417.44	39,241.47	28,000.00	11,241.47
Commodities	73,706.81	71,024.17	75,000.00	(3,975.83)
Capital Outlay	29,026.39	8,083.01	10,000.00	(1,916.99)
Non Operating:				
Meter Deposits	3,297.14	6,742.15	4,000.00	2,742.15
Operating Transfers:				
To General	20,000.00	20,000.00	20,000.00	0.00
To Bond and Interest	75,000.00	75,000.00	75,000.00	0.00
To Water Reserve	140,433.00	129,500.00	79,500.00	50,000.00
Total Expenditures	<u>865,714.42</u>	<u>888,895.32</u>	<u>\$ 971,000.00</u>	<u>\$ (82,104.68)</u>
Receipts Over (Under) Expenditures	(124,273.06)	45,667.33		
Unencumbered Cash, Beginning	291,606.36	168,845.79		
Prior Year Cancelled Encumbrances	1,512.49	0.00		
Unencumbered Cash, Ending	<u>\$ 168,845.79</u>	<u>\$ 214,513.12</u>		



CITY OF LARNED, KANSAS  
WATER RESERVE FUND  
Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Interest on Idle Funds	\$ 0.00	\$ 383.69
Operating Transfers:		
From Water	<u>140,433.00</u>	<u>129,500.00</u>
Total Receipts	<u>140,433.00</u>	<u>129,883.69</u>
Expenditures		
Contractual Services	9,215.80	2,046.10
Capital Outlay	199,144.62	304,888.27
Loan Principal	15,528.48	15,906.54
Loan Interest	7,822.00	7,498.62
Loan Fees	<u>1,322.56</u>	<u>1,267.88</u>
Total Expenditures	<u>233,033.46</u>	<u>331,607.41</u>
Receipts Over (Under) Expenditures	(92,600.46)	(201,723.72)
Unencumbered Cash, Beginning	331,619.19	239,018.73
Prior Year Cancelled Encumbrances	<u>0.00</u>	<u>173,008.26</u>
Unencumbered Cash, Ending	<u>\$ 239,018.73</u>	<u>\$ 210,303.27</u>

CITY OF LARNED, KANSAS  
SEWER FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Utility Revenue	\$ 778,196.27	\$ 784,242.66	\$ 700,000.00	\$ 84,242.66
LSH Charges	125,855.20	118,129.65	90,000.00	28,129.65
Reimbursements	0.00	687.48	0.00	687.48
Interest on Idle Funds	121.92	413.69	0.00	413.69
Total Receipts	<u>904,173.39</u>	<u>903,473.48</u>	<u>\$ 790,000.00</u>	<u>\$ 113,473.48</u>
Expenditures				
Personal Services	159,335.27	167,474.08	168,000.00	(525.92)
Contractual Services	181,163.84	172,733.58	183,000.00	(10,266.42)
Commodities	164,944.15	39,598.13	40,000.00	(401.87)
Capital Outlay	36,539.84	349.73	10,000.00	(9,650.27)
Operating Transfers:				0.00
To General	0.00	20,000.00	20,000.00	0.00
To Sewer Reserve	375,000.00	441,000.00	421,000.00	20,000.00
Total Expenditures	<u>916,983.10</u>	<u>841,155.52</u>	<u>\$ 842,000.00</u>	<u>\$ (844.48)</u>
Receipts Over (Under) Expenditures	(12,809.71)	62,317.96		
Unencumbered Cash, Beginning	<u>109,961.88</u>	<u>97,152.17</u>		
Unencumbered Cash, Ending	<u>\$ 97,152.17</u>	<u>\$ 159,470.13</u>		

CITY OF LARNED, KANSAS  
 SEWER RESERVE FUND  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2015  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Reimbursements	\$ 129,620.00	\$ 64,810.00
Interest on Idle Funds	121.92	747.16
Operating Transfers:		
From Sewer	<u>375,000.00</u>	<u>441,000.00</u>
Total Receipts	<u>504,741.92</u>	<u>506,557.16</u>
Expenditures		
Contractual Services	0.00	43,418.50
Loan Principal	292,138.48	300,020.24
Loan Interest	127,385.11	120,238.59
Loan Fees	<u>13,105.47</u>	<u>12,370.23</u>
Total Expenditures	<u>432,629.06</u>	<u>476,047.56</u>
Receipts Over (Under) Expenditures	72,112.86	30,509.60
Unencumbered Cash, Beginning	<u>229,531.21</u>	<u>301,644.07</u>
Unencumbered Cash, Ending	<u>\$ 301,644.07</u>	<u>\$ 332,153.67</u>

CITY OF LARNED, KANSAS  
SOLID WASTE FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Utility Revenue	\$ 197,989.67	\$ 203,718.65	\$ 220,000.00	\$ (16,281.35)
Recycling Fees	5,739.45	5,066.97	11,500.00	(6,433.03)
Reimbursements	12,201.37	11,007.76	6,000.00	5,007.76
Sale of Assets	0.00	25.80	0.00	25.80
Interest on Idle Funds	24.39	8.52	0.00	8.52
Total Receipts	<u>215,954.88</u>	<u>219,827.70</u>	<u>\$ 237,500.00</u>	<u>\$ (17,672.30)</u>
Expenditures				
Personal Services	170,418.28	164,961.98	175,000.00	(10,038.02)
Contractual Services	12,595.31	11,338.26	24,000.00	(12,661.74)
Commodities	31,126.05	37,734.80	50,000.00	(12,265.20)
Capital Outlay	<u>12,040.73</u>	<u>8,303.77</u>	<u>10,000.00</u>	<u>(1,696.23)</u>
Total Expenditures	<u>226,180.37</u>	<u>222,338.81</u>	<u>\$ 259,000.00</u>	<u>\$ (36,661.19)</u>
Receipts Over (Under) Expenditures	(10,225.49)	(2,511.11)		
Unencumbered Cash, Beginning	<u>16,294.77</u>	<u>6,069.28</u>		
Unencumbered Cash, Ending	<u>\$ 6,069.28</u>	<u>\$ 3,558.17</u>		

CITY OF LARNED, KANSAS  
SOLID WASTE RESERVE FUND  
Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
None	\$ 0.00	\$ 0.00
Total Receipts	<u>0.00</u>	<u>0.00</u>
Expenditures		
None	<u>0.00</u>	<u>0.00</u>
Total Expenditures	<u>0.00</u>	<u>0.00</u>
Receipts Over (Under) Expenditures	0.00	0.00
Unencumbered Cash, Beginning	<u>5,000.00</u>	<u>5,000.00</u>
Unencumbered Cash, Ending	<u><u>\$ 5,000.00</u></u>	<u><u>\$ 5,000.00</u></u>

CITY OF LARNED, KANSAS  
 AIRPORT FACILITY FUND  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2015  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Rents, Royalties	\$ 21,016.20	\$ 31,066.71	\$ 25,000.00	\$ 6,066.71
Appropriation	13,620.28	20,258.81	11,620.00	8,638.81
Pawnee Co Cost Share	27,240.53	40,517.62	23,240.00	17,277.62
Sales Tax Collected	2,390.07	686.09	5,000.00	(4,313.91)
Fuel Reimbursement	33,142.25	16,588.70	65,000.00	(48,411.30)
Reimbursements	484.52	2,563.50	500.00	2,063.50
Interest on Idle Funds	0.00	53.04	0.00	53.04
Total Receipts	<u>97,893.85</u>	<u>111,734.47</u>	<u>\$ 130,360.00</u>	<u>\$ (18,625.53)</u>
Expenditures				
Personal Services	16,800.00	18,200.00	18,000.00	200.00
Contractual Services	36,475.17	54,253.64	36,000.00	18,253.64
Commodities	47,648.27	36,894.20	90,000.00	(53,105.80)
Capital Outlay	<u>324.99</u>	<u>1,062.28</u>	<u>1,000.00</u>	<u>62.28</u>
Total Expenditures	<u>101,248.43</u>	<u>110,410.12</u>	<u>\$ 145,000.00</u>	<u>\$ (34,589.88)</u>
Receipts Over (Under) Expenditures	(3,354.58)	1,324.35		
Unencumbered Cash, Beginning	<u>24,190.61</u>	<u>20,836.03</u>		
Unencumbered Cash, Ending	<u>\$ 20,836.03</u>	<u>\$ 22,160.38</u>		

CITY OF LARNED, KANSAS  
 AIRPORT FACILITY RESERVE FUND  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2015  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Federal Aid	\$ 643,197.00	\$ 33,615.00
Reimbursements	<u>27,200.00</u>	<u>62,668.00</u>
Total Receipts	<u>670,397.00</u>	<u>96,283.00</u>
Expenditures		
Contractual Services	<u>748,552.94</u>	<u>5,150.00</u>
Total Expenditures	<u>748,552.94</u>	<u>5,150.00</u>
Receipts Over (Under) Expenditures	(78,155.94)	91,133.00
Unencumbered Cash, Beginning	<u>3,099.15</u>	<u>(75,056.79)</u>
Unencumbered Cash, Ending	<u><u>\$ (75,056.79)</u></u>	<u><u>\$ 16,076.21</u></u>

CITY OF LARNED, KANSAS  
HOUSING COMPLEX FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Receipts				
Rents	\$ 0.00	\$ 81,816.59	\$ 90,000.00	\$ (8,183.41)
Fees	0.00	853.75	0.00	853.75
Interest on Idle Funds	0.00	120.10	0.00	120.10
Total Receipts	0.00	82,790.44	\$ 90,000.00	\$ (7,209.56)
Expenditures				
Personal Services	0.00	20,352.19	30,000.00	(9,647.81)
Contractual Services	0.00	27,107.00	42,000.00	(14,893.00)
Commodities	0.00	9,218.03	18,000.00	(8,781.97)
Total Expenditures	0.00	56,677.22	\$ 90,000.00	\$ (33,322.78)
Receipts Over (Under) Expenditures	0.00	26,113.22		
Unencumbered Cash, Beginning	0.00	0.00		
Unencumbered Cash, Ending	\$ 0.00	\$ 26,113.22		



CITY OF LARNED, KANSAS  
EDWARDS PARK IMPROVEMENT FUND  
Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Reimbursements	\$ 5,000.00	\$ 0.00
Interest on Idle Funds	<u>12.20</u>	<u>24.26</u>
Total Receipts	<u>5,012.20</u>	<u>24.26</u>
Expenditures		
None	<u>0.00</u>	<u>0.00</u>
Total Expenditures	<u>0.00</u>	<u>0.00</u>
Receipts Over (Under) Expenditures	5,012.20	24.26
Unencumbered Cash, Beginning	<u>5,099.57</u>	<u>10,111.77</u>
Unencumbered Cash, Ending	<u><u>\$ 10,111.77</u></u>	<u><u>\$ 10,136.03</u></u>

CITY OF LARNED, KANSAS  
HOUSING DEVELOPMENT FUND  
Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Interest on Idle Funds	\$ 6.10	\$ 67.73
Total Receipts	<u>6.10</u>	<u>67.73</u>
Expenditures		
None	<u>0.00</u>	<u>0.00</u>
Total Expenditures	<u>0.00</u>	<u>0.00</u>
Receipts Over (Under) Expenditures	6.10	67.73
Unencumbered Cash, Beginning	<u>28,221.15</u>	<u>28,227.25</u>
Unencumbered Cash, Ending	<u>\$ 28,227.25</u>	<u>\$ 28,294.98</u>

CITY OF LARNED, KANSAS  
 EMT MEMORIAL FUND  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2015  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Donations	\$ 2,875.00	\$ 3,500.00
Interest on Idle Funds	<u>6.10</u>	<u>24.17</u>
Total Receipts	<u>2,881.10</u>	<u>3,524.17</u>
Expenditures		
Commodities	0.00	1,689.00
Capital Outlay	<u>2,799.96</u>	<u>399.99</u>
Total Expenditures	<u>2,799.96</u>	<u>2,088.99</u>
Receipts Over (Under) Expenditures	81.14	1,435.18
Unencumbered Cash, Beginning	<u>8,583.60</u>	<u>8,664.74</u>
Unencumbered Cash, Ending	<u><u>\$ 8,664.74</u></u>	<u><u>\$ 10,099.92</u></u>

CITY OF LARNED, KANSAS  
SCHNACK CEMETERY FUND  
Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Interest on Idle Funds	\$ 126.10	\$ 72.82
Total Receipts	<u>126.10</u>	<u>72.82</u>
Expenditures		
None	<u>0.00</u>	<u>0.00</u>
Total Expenditures	<u>0.00</u>	<u>0.00</u>
Receipts Over (Under) Expenditures	126.10	72.82
Unencumbered Cash, Beginning	<u>30,225.67</u>	<u>30,351.77</u>
Unencumbered Cash, Ending	<u><u>\$ 30,351.77</u></u>	<u><u>\$ 30,424.59</u></u>

CITY OF LARNED, KANSAS  
 LARNED VOLUNTEER FIRE DEPARTMENT FUND  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2015  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Donations	\$ 3,157.00	\$ 2,800.00
Interest on Idle Funds	<u>6.10</u>	<u>14.92</u>
Total Receipts	<u>3,163.10</u>	<u>2,814.92</u>
Expenditures		
Commodities	1,240.20	1,384.00
Capital Outlay	<u>0.00</u>	<u>1,882.95</u>
Total Expenditures	<u>1,240.20</u>	<u>3,266.95</u>
Receipts Over (Under) Expenditures	1,922.90	(452.03)
Unencumbered Cash, Beginning	<u>4,762.67</u>	<u>6,685.57</u>
Unencumbered Cash, Ending	<u>\$ 6,685.57</u>	<u>\$ 6,233.54</u>

CITY OF LARNED, KANSAS  
 PROJECTS IMPROVEMENT FUND  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2015  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Donations	\$ 98.37	\$ 113.01
Total Receipts	<u>98.37</u>	<u>113.01</u>
Expenditures		
None	<u>0.00</u>	<u>0.00</u>
Total Expenditures	<u>0.00</u>	<u>0.00</u>
Receipts Over (Under) Expenditures	98.37	113.01
Unencumbered Cash, Beginning	<u>2,707.66</u>	<u>2,806.03</u>
Unencumbered Cash, Ending	<u><u>\$ 2,806.03</u></u>	<u><u>\$ 2,919.04</u></u>

CITY OF LARNED, KANSAS  
 EGGLESTON BEQUEST FUND  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2015  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Interest on Idle Funds	\$ 6.10	\$ 59.27
Total Receipts	<u>6.10</u>	<u>59.27</u>
Expenditures		
Commodities	1,000.00	1,072.00
Pool Passes	<u>0.00</u>	<u>2,000.00</u>
Total Expenditures	<u>1,000.00</u>	<u>3,072.00</u>
Receipts Over (Under) Expenditures	(993.90)	(3,012.73)
Unencumbered Cash, Beginning	<u>28,769.49</u>	<u>27,775.59</u>
Unencumbered Cash, Ending	<u><u>\$ 27,775.59</u></u>	<u><u>\$ 24,762.86</u></u>

CITY OF LARNED, KANSAS  
 SCHNACK TRUST FUND  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2015  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
None	\$ 0.00	\$ 0.00
Total Receipts	<u>0.00</u>	<u>0.00</u>
Expenditures		
None	<u>0.00</u>	<u>0.00</u>
Total Expenditures	<u>0.00</u>	<u>0.00</u>
Receipts Over (Under) Expenditures	0.00	0.00
Unencumbered Cash, Beginning	<u>25,000.00</u>	<u>25,000.00</u>
Unencumbered Cash, Ending	<u><u>\$ 25,000.00</u></u>	<u><u>\$ 25,000.00</u></u>



CITY OF LARNED, KANSAS  
INSURANCE PROCEED FUND  
Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Administrative	\$ 0.00	\$ 300.00
Interest on Idle Funds	<u>6.10</u>	<u>0.00</u>
Total Receipts	<u>6.10</u>	<u>300.00</u>
Expenditures		
None	<u>0.00</u>	<u>0.00</u>
Total Expenditures	<u>0.00</u>	<u>0.00</u>
Receipts Over (Under) Expenditures	6.10	300.00
Unencumbered Cash, Beginning	<u>44.09</u>	<u>50.19</u>
Unencumbered Cash, Ending	<u><u>\$ 50.19</u></u>	<u><u>\$ 350.19</u></u>

CITY OF LARNED, KANSAS  
 JORDAAN PARK FUND  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2015  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Donations	\$ 59,019.37	\$ 0.00
Reimbursements	0.00	5,474.00
Interest on Idle Funds	<u>6.10</u>	<u>74.21</u>
Total Receipts	<u>59,025.47</u>	<u>5,548.21</u>
Expenditures		
Contractual Services	1,447.53	1,151.05
Commodities	0.00	11,092.60
Capital Outlay	<u>80,780.00</u>	<u>0.00</u>
Total Expenditures	<u>82,227.53</u>	<u>12,243.65</u>
Receipts Over (Under) Expenditures	(23,202.06)	(6,695.44)
Unencumbered Cash, Beginning	<u>60,901.34</u>	<u>37,699.28</u>
Unencumbered Cash, Ending	<u><u>\$ 37,699.28</u></u>	<u><u>\$ 31,003.84</u></u>

CITY OF LARNED, KANSAS  
CITY LOAN PROGRAM FUND  
Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
CLP Payments	\$ 5,413.56	\$ 5,429.56
Total Receipts	<u>5,413.56</u>	<u>5,429.56</u>
Expenditures		
Contractual Services	<u>2,255.65</u>	<u>9,528.68</u>
Total Expenditures	<u>2,255.65</u>	<u>9,528.68</u>
Receipts Over (Under) Expenditures	3,157.91	(4,099.12)
Unencumbered Cash, Beginning	<u>957.21</u>	<u>4,115.12</u>
Unencumbered Cash, Ending	<u>\$ 4,115.12</u>	<u>\$ 16.00</u>

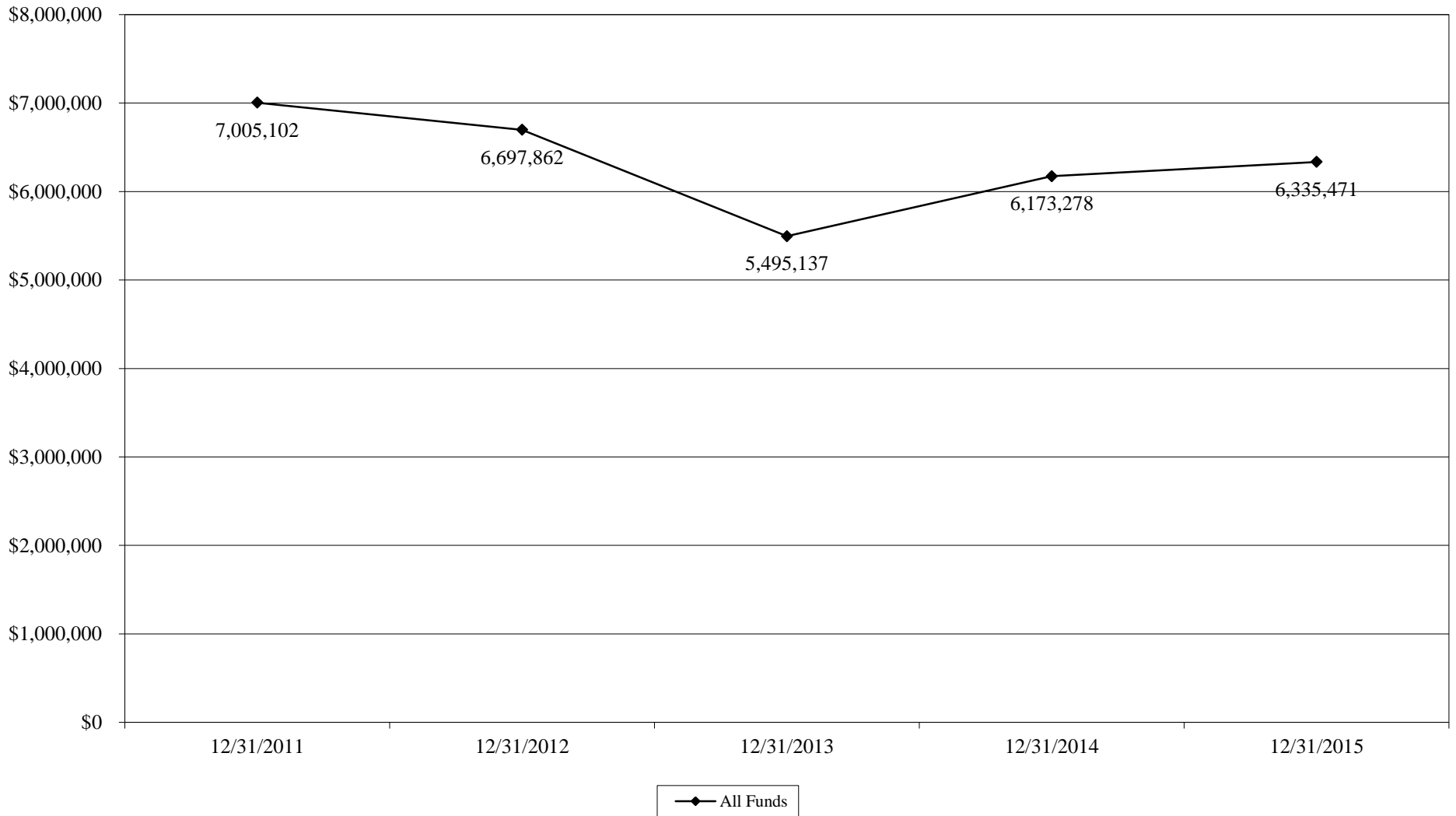
CITY OF LARNED, KANSAS  
PRIDE COMMITTEE FUND  
Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended December 31, 2015  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Administrative	\$ 1,000.00	\$ 1,200.00
Donations	<u>0.00</u>	<u>4,246.15</u>
Total Receipts	<u>1,000.00</u>	<u>5,446.15</u>
Expenditures		
Contractual Services	<u>1,000.00</u>	<u>4,591.89</u>
Total Expenditures	<u>1,000.00</u>	<u>4,591.89</u>
Receipts Over (Under) Expenditures	0.00	854.26
Unencumbered Cash, Beginning	<u>0.00</u>	<u>0.00</u>
Unencumbered Cash, Ending	<u><u>\$ 0.00</u></u>	<u><u>\$ 854.26</u></u>

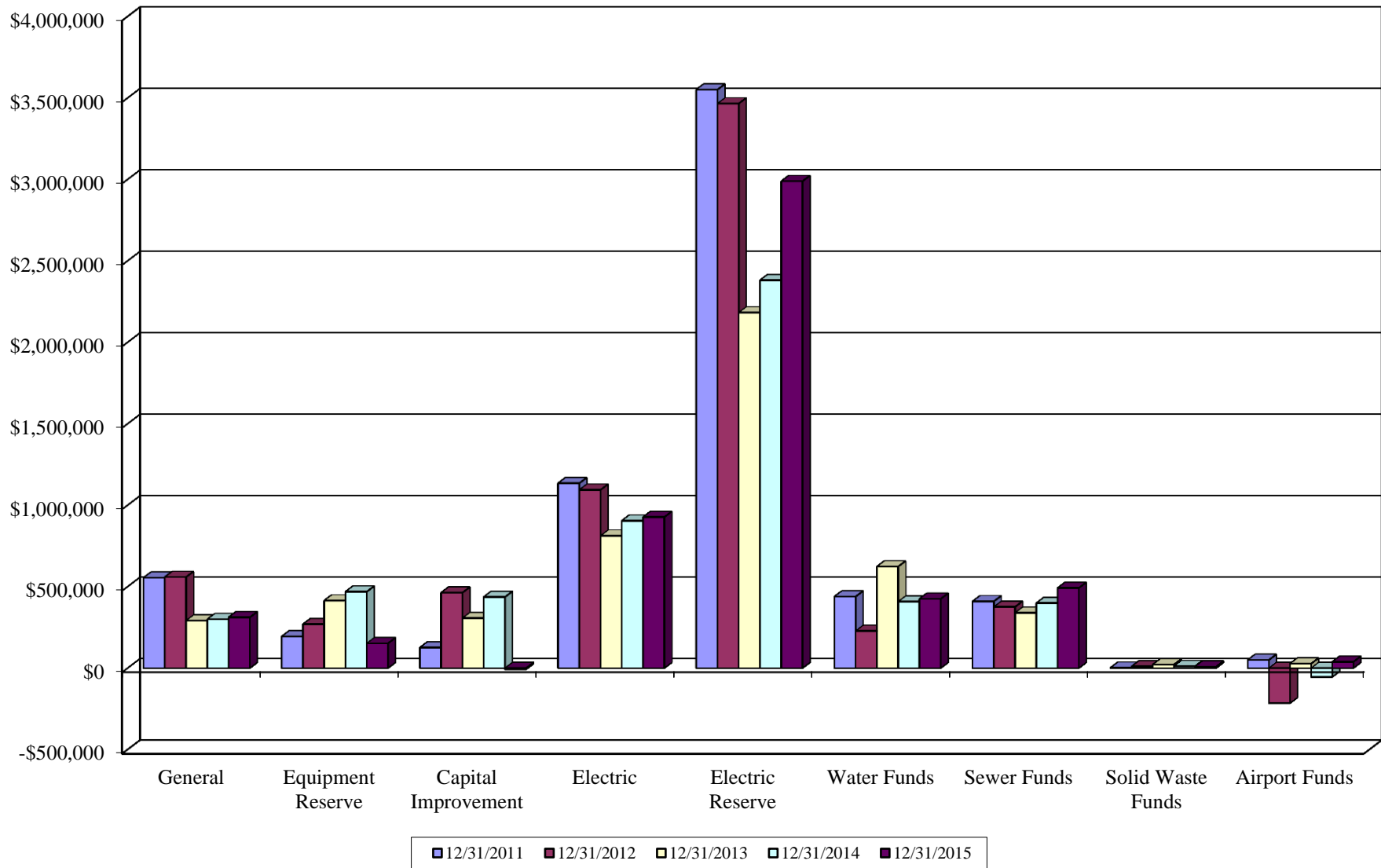
## **SUPPLEMENTARY INFORMATION**

# CITY OF LARNED, KANSAS

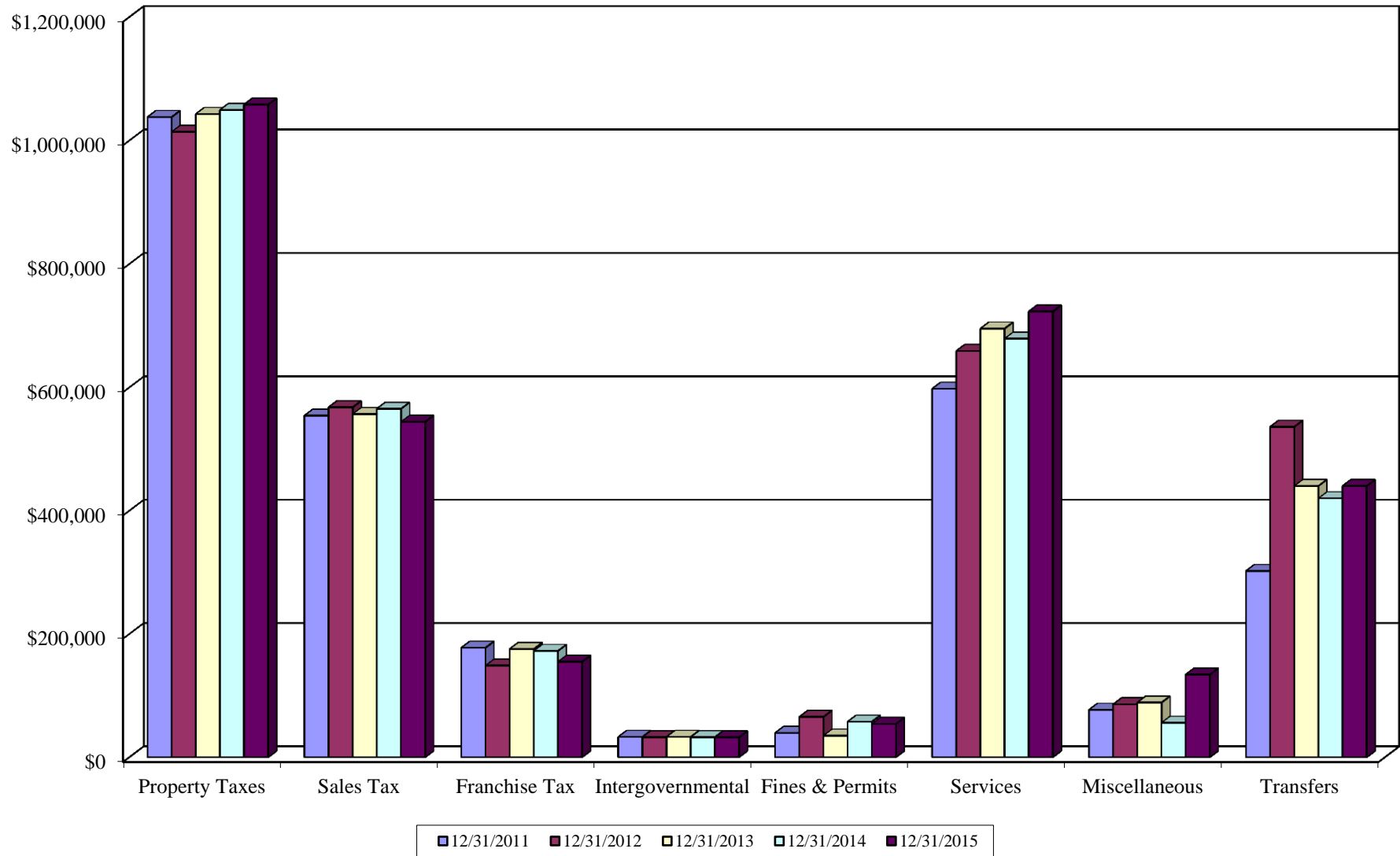
## Unencumbered Cash Balance - All Funds



# **CITY OF LARNED, KANSAS** **Unencumbered Cash Balances - Selected Funds**

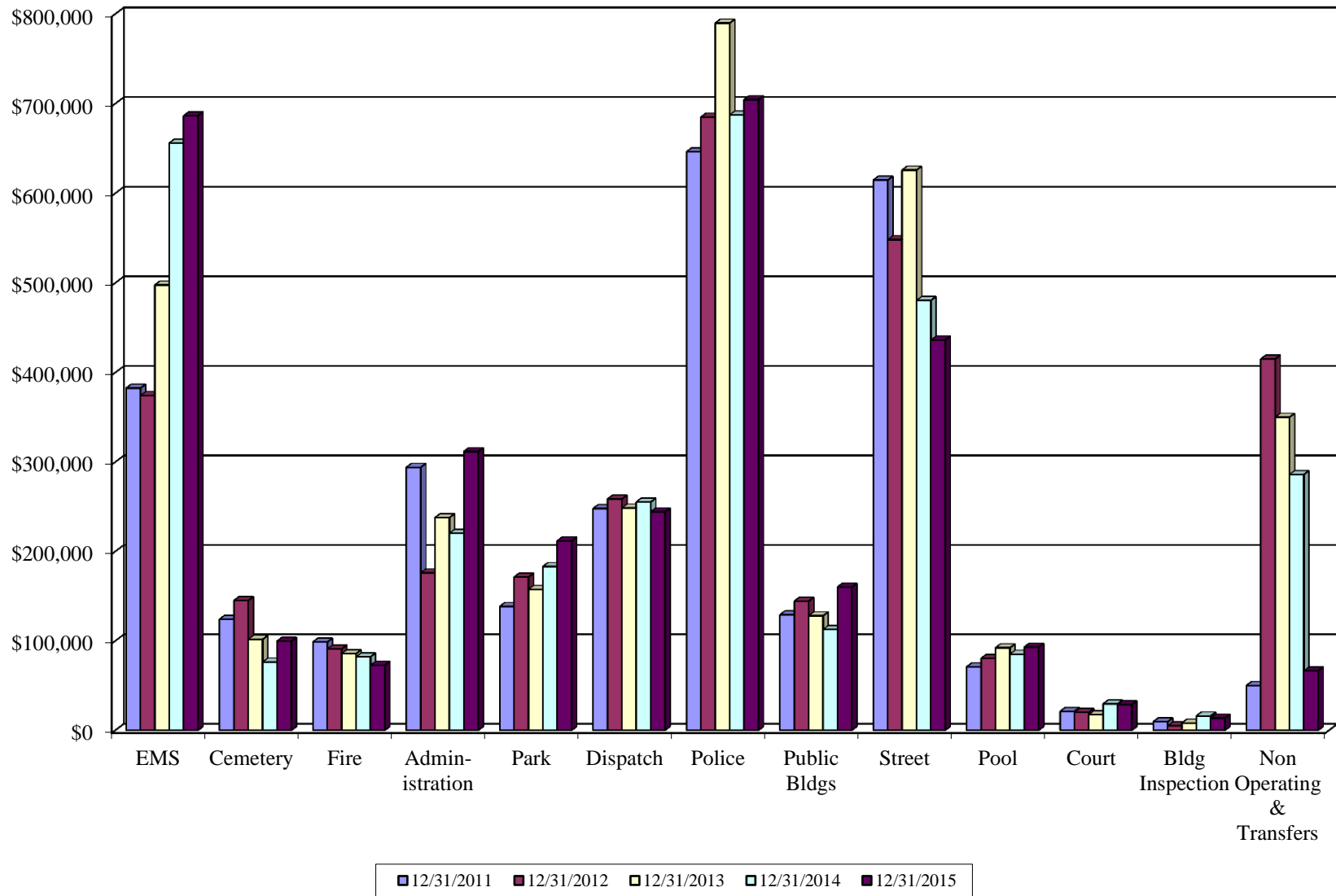


# **CITY OF LARNED, KANSAS** **General Fund Receipts**

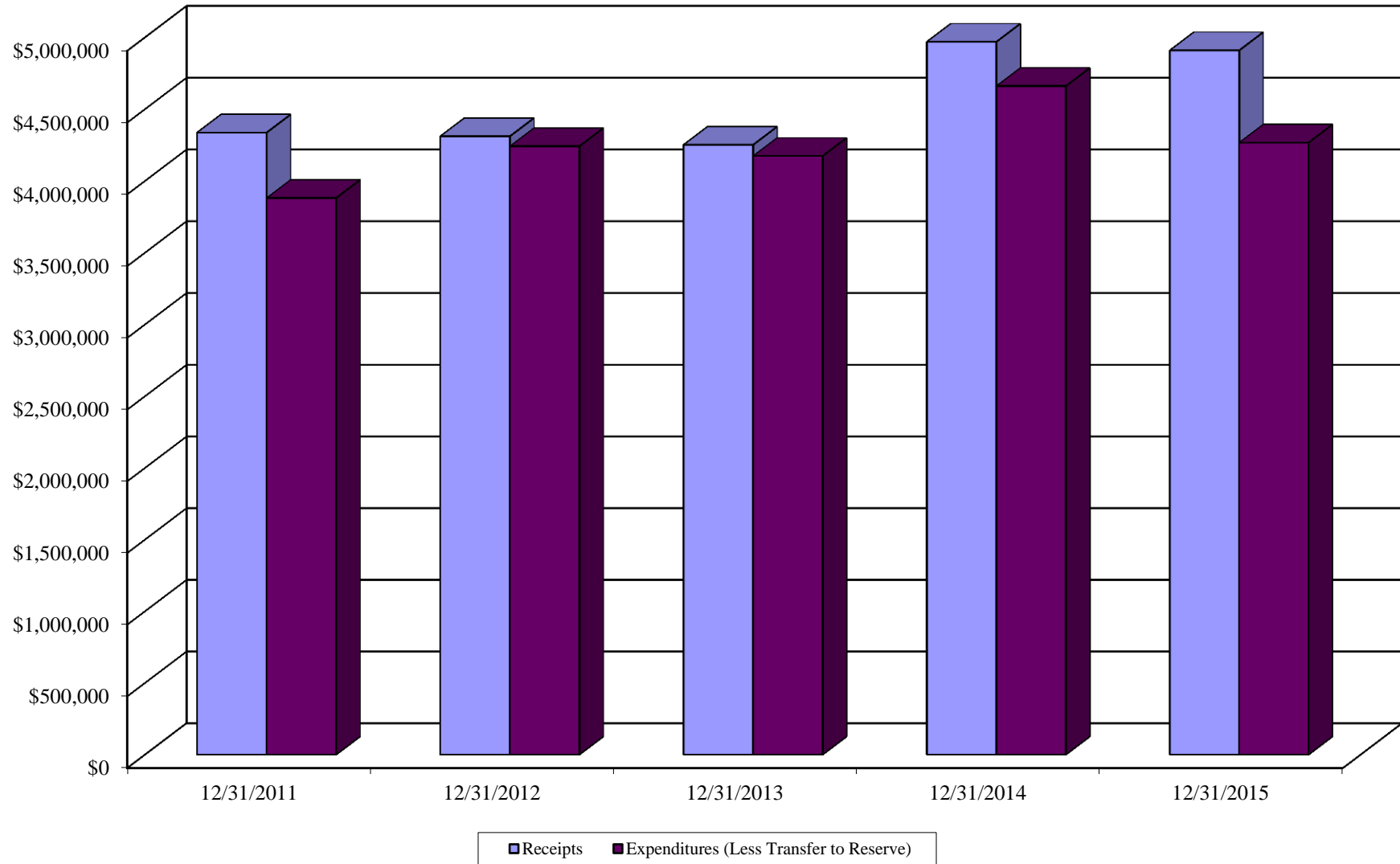




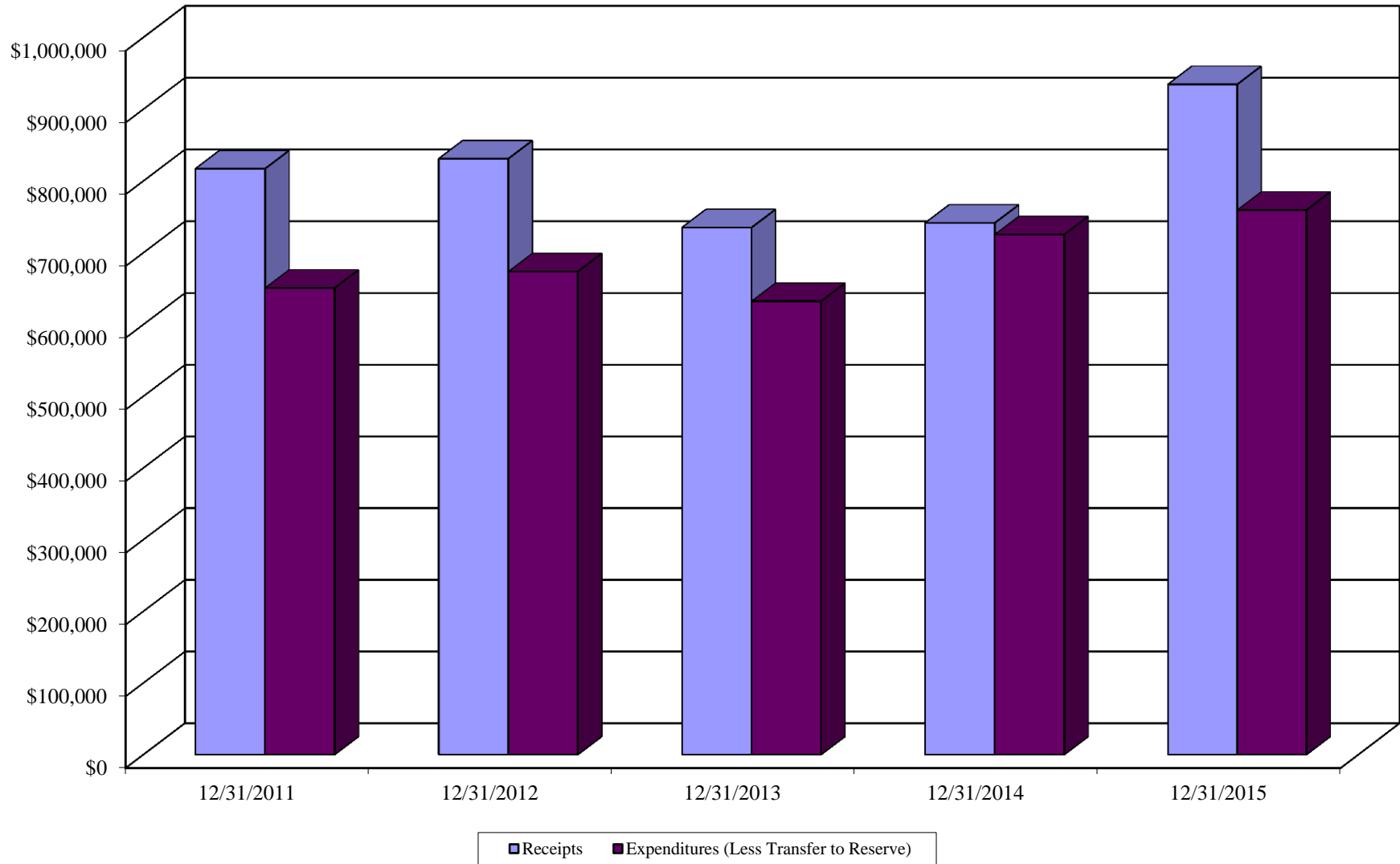
## CITY OF LARNED, KANSAS General Fund Expenditures



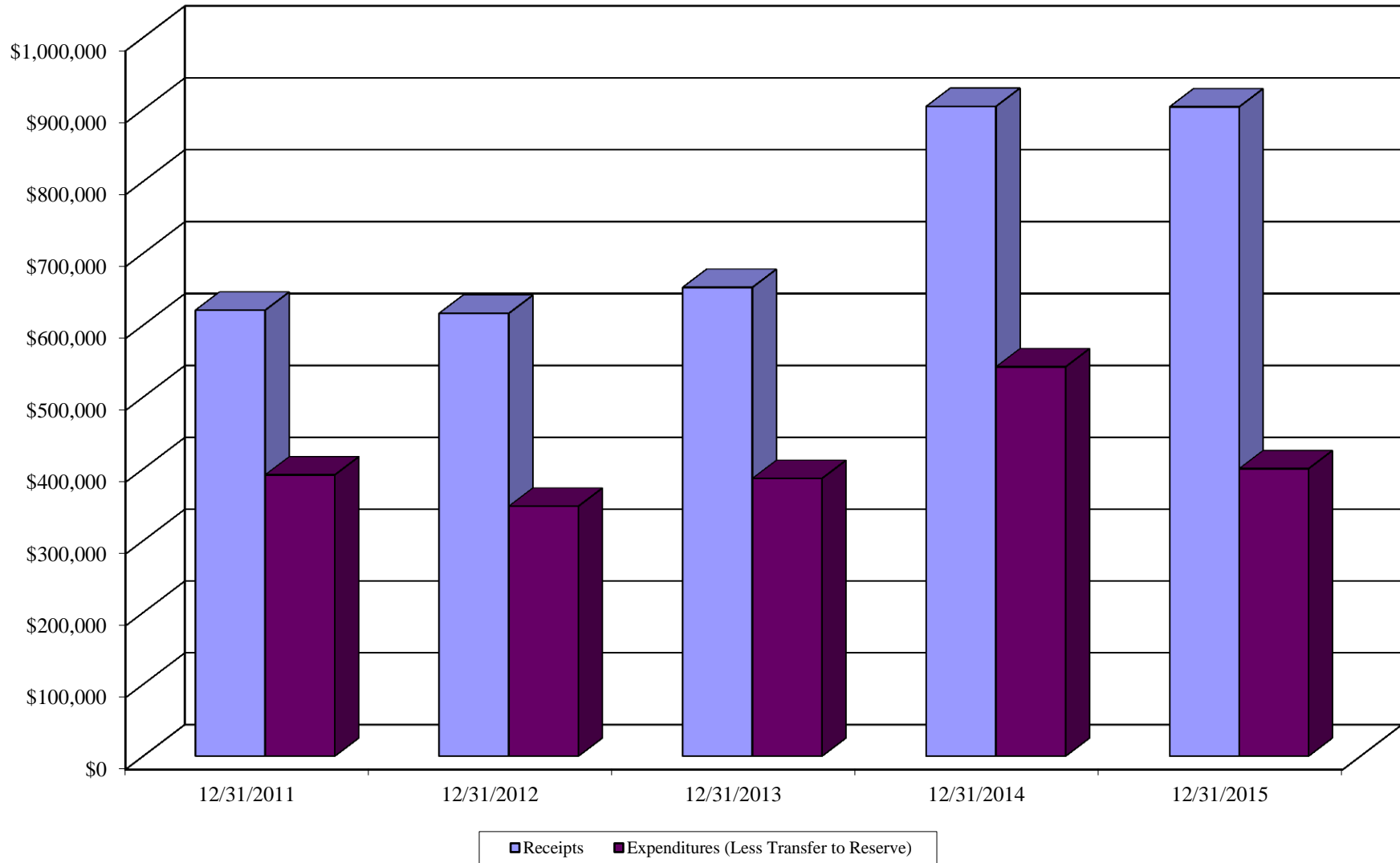
**CITY OF LARNED, KANSAS**  
**Electric Fund**  
**Receipts vs Expenditures**



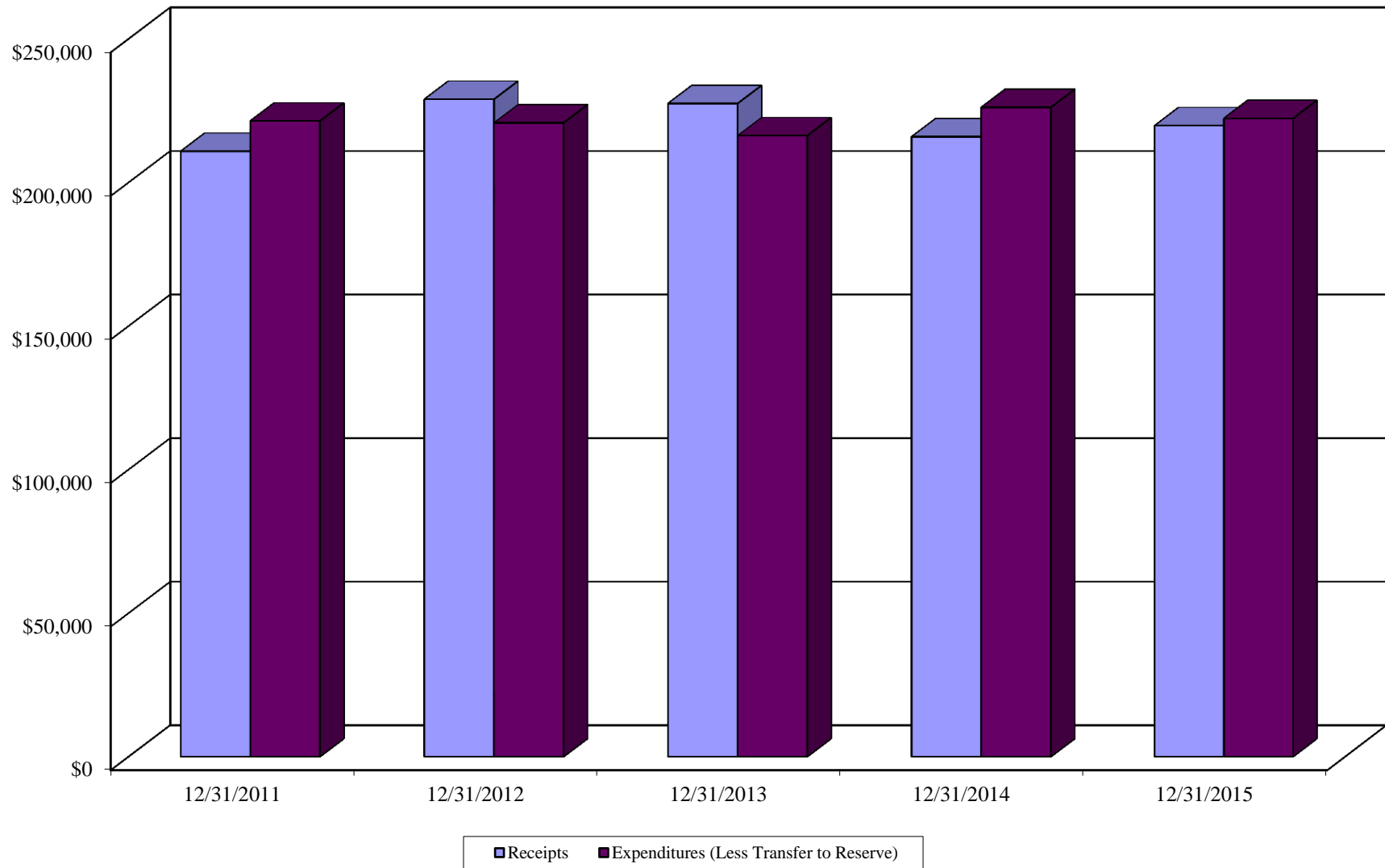
**CITY OF LARNED, KANSAS**  
**Water Fund**  
**Receipts vs Expenditures**



**CITY OF LARNED, KANSAS**  
**Sewer Fund**  
**Receipts vs Expenditures**

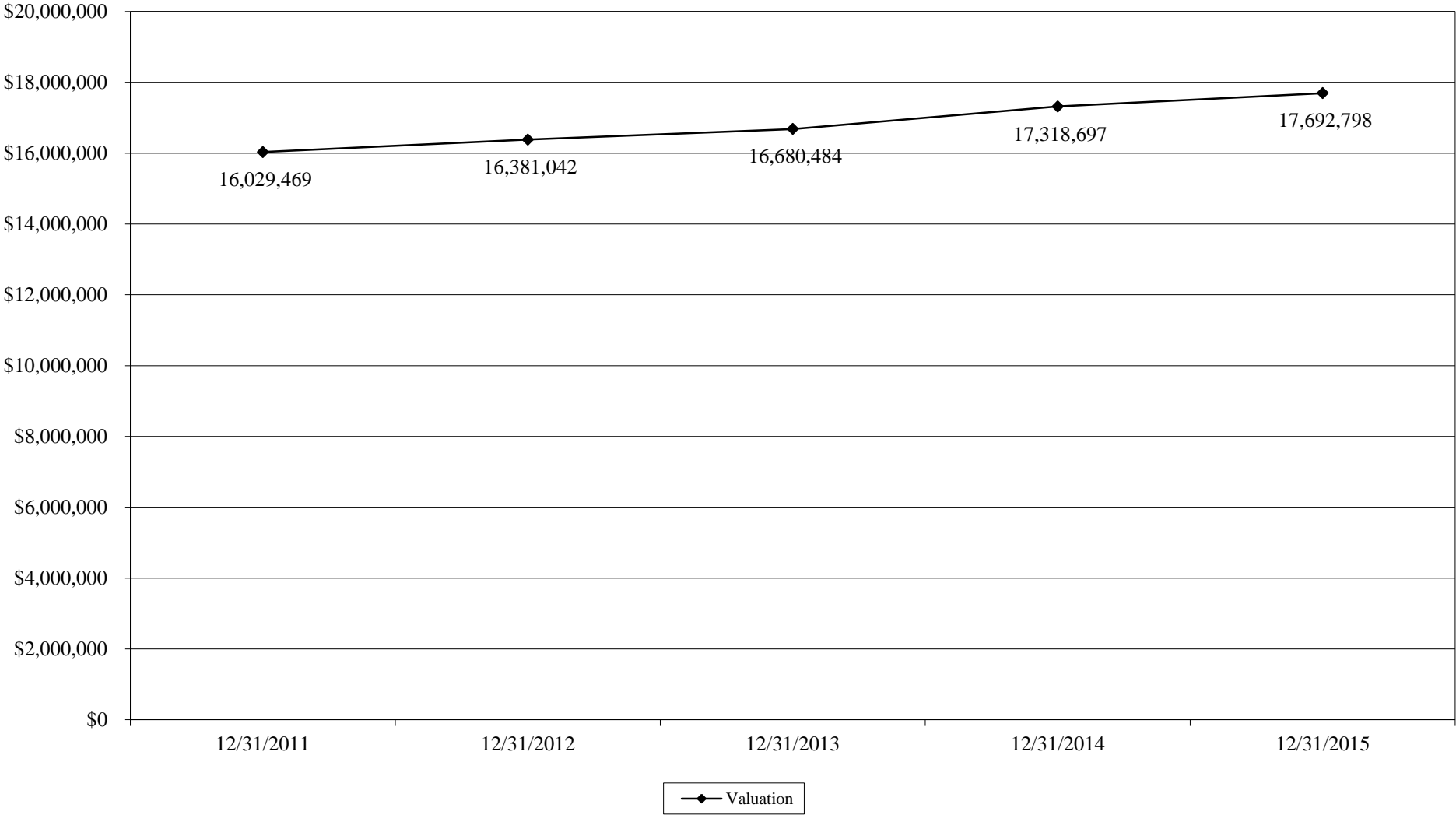


**CITY OF LARNED, KANSAS**  
**Solid Waste Fund**  
**Receipts vs Expenditures**



# CITY OF LARNED, KANSAS

## Valuation



**CITY OF LARNED, KANSAS**  
**Mill Rate**

